

Message Text

CONFIDENTIAL

PAGE 01 STATE 304600
ORIGIN NODS-00

INFO OCT-01 ISO-00 /001 R

DRAFTED BY EUR:WHLUERS
APPROVED BY E:RCOOPER
EUR/EE - MR. SCHMIDT
EB - MR. HORMATS
S/S - JETHYDEN

-----121282 220311Z /62

O 220136Z DEC 77 ZFF4
FM SECSTATE WASHDC
TO AMEMBASSY WARSAW IMMEDIATE

C O N F I D E N T I A L STATE 304600

NODIS

E.O. 11652: GDS

TAGS: PL

SUBJECT: VISIT OF POLISH MINISTER OF FINANCE KISIEL

1. SUMMARY. KISIEL CALLED ON BLUMENTHAL, COOPER, KREPS AND MOORE AS SCHEDULED. HE SAID RESCHEDULING QUESTION IS A CLOSED ISSUE. THE POLES ARE STILL INTERESTED IN A BALLOON PAYMENT ON CCC CREDIT AND BETTER TERMS IN THE FUTURE FOR AGRICULTURAL PURCHASES. KISIEL PROVIDED SOME DETAILED INFORMATION IN WRITTEN FORM TO TREASURY AND STATE AND OUTLINED GENERAL AUSTERITY INVESTMENT PLAN OVER THE NEXT THREE YEARS WHEN FOREIGN DEBT PAYMENTS PLACE MAXIMUM STRESS ON ECONOMY. END SUMMARY.

2. FINANCE MINISTER KISIEL CALLED ON UNDER SECRETARY COOPER FOLLOWING A MEETING WITH SECRETARY BLUMENTHAL AND UNDER
CONFIDENTIAL

CONFIDENTIAL

PAGE 02 STATE 304600

SECRETARY OF TREASURY SOLOMON. KISIEL MADE FOUR BASIC POINTS DURING HIS PRESENTATION.

3. KISIEL FIRST EXPRESSED CONTINUING POLISH INTEREST IN BETTER TERMS FOR AGRICULTURAL CREDITS AND LONGER TERM AGRICULTURAL ARRANGEMENTS WITH THE UNITED STATES. HE REQUESTED ADDITIONAL CCC CREDITS AND ALSO REQUESTED BALLOON

PAYMENTS FOR NEW CCC CREDITS WITH FULL PAYMENT AT END OF THREE YEARS OR TWO-THIRDS PAYMENT AT THE END WITH ONE-THIRD PAYMENT IN SECOND YEAR. UNDER SECRETARY COOPER, IN RESPONDING TO THIS REQUEST, EXPLAINED THAT LONGER TERM CREDIT FACILITY HAD NO LEGAL BASIS AT PRESENT AND THAT, ALTHOUGH THERE WERE NO LEGAL RESTRICTIONS ON BALLOON PAYMENT AT THE END OF THREE YEAR CCC CREDIT TERM, THAT PAST PRACTICES OF CCC CREDIT MADE BALLOON-PAYMENTS DIFFICULT. COOPER ECHOED BLUMENTHAL'S EARLIER EXPLANATION TO KISIEL THAT WE WOULD EXAMINE AGAIN THIS POSSIBILITY FOR CCC CREDITS. COOPER ALSO EXPLAINED THAT INFORMATION PROVIDED BY POLES WOULD HAVE TO BE EXAMINED PRIOR TO GIVING COMMITMENT ON ADDITIONAL \$200 MILLION CCC CREDITS.

4. KISIEL THEN SAID THAT IN VIEW OF DEBT REPAYMENT PROBLEMS OVER NEXT THREE YEARS POLISH GOVERNMENT HAD DECIDED TO CUT BACK SEVERELY ON ADDITIONAL INVESTMENT IN INDUSTRIAL SECTOR AND ADDITIONAL FOREIGN CREDIT. HE SAID POLISH GOVERNMENT WOULD HAVE TO CONSOLIDATE ADDITIONAL INVESTMENTS AND MAXIMIZE EXPORTS TO MANAGE CRITICAL DEBT REPAYMENTS. HE PROVIDED SOME INFORMATION ON DEBT PROBLEMS OVER THE NEXT THREE YEARS, THEN SAID THAT AFTER THE NEXT THREE YEARS POLAND WOULD CONSIDER INVESTMENT WITH GENERAL MOTORS IN NEW PLANTS AND WOULD BE INVESTING IN STEEL INDUSTRY. KISIEL SAID THAT IN VIEW OF CUTBACK IN INDUSTRIAL INVESTMENT OVER THE NEXT THREE YEARS POLAND WAS CONFIDENTIAL

CONFIDENTIAL

PAGE 03 STATE 304600

NOT INTERESTED IN ADDITIONAL EXIM BANK LINE OF CREDIT BUT WOULD RE-EXAMINE THIS OFFER AFTER 1980.

5. MINISTER KISIEL SAID THAT HE WAS PREPARED TO PROVIDE INFORMATION REQUESTED BY US GOVERNMENT AS PRECONDITION TO PROVIDING ADDITIONAL CREDIT UNDER BETTER TERMS FOR PURCHASE OF AGRICULTURAL COMMODITIES. AGREEMENT WAS REACHED AS TO THE MEANS OF PROVIDING IN WRITTEN FORM TO TREASURY AND STATE DETAILED DATA ON POLISH DEBT AND CREDIT SITUATION. KISIEL SAID THAT NOT INCLUDED IN STATISTICS WERE POLISH DEBT AND TRADE STATISTICS WITH CEMA COUNTRIES AND POLISH RESERVE SITUATION. HE SAID THAT THIS INFORMATION WOULD BE AVAILABLE LATER. HE ALSO SAID THAT FIRM STATISTICS WERE ONLY AVAILABLE ON OHER DATA THROUGH CALENDAR YEAR 1976. ESTIMATES WOULD BE PROVIDED FOR 1977 AND PROJECTED TO 1978. KISIEL PROMISED MORE DETAILED INFORMATION ON 1977 IN FEBRUARY 1978. COOPER SAID THAT LACK OF INFORMATION ON CEMA CREDITS AND TRADING WAS UNDERSTANDABLE. KISIEL SAID THAT IT WAS UNIMPORTANT MOREOVER FROM US STANDPOINT. COOPER ADDED THAT THE RESERVE QUESTION WAS IMPORTANT AND WE WOULD EVENTUALLY WANT TO KNOW POLISH RESERVE SITUATION IN VIEW OF OUR REQUIREMENT TO BE ASSURED THAT POLAND WAS

NOT USING ITS RESERVES TO PAY OFF COMMERCIAL DEBTS.
COOPER THANKED KISIEL FOR OFFERING TO PROVIDE DETAILED
INFORMATION AND SAID THAT INFORMATION WOULD BE KEPT TO A

VERY SMALL GROUP WITHIN USG WHO WOULD HAVE TO EXAMINE DATA
PRIOR TO MAKING DETERMINATION IN ADVANCE OF PRESIDENT'S TRIP
TO POLAND.

6. KISIEL SAID HE HAD ONE ADDITIONAL POINT TO MAKE ABOUT
THE "ACCIDENT" THAT OCCURRED DURING SECRETARY KREPS' VISIT
TO WARSAW. THE POLISH GOVERNMENT, FOLLOWING THE ORAL
STATEMENT PROVIDED BY AMBASSADOR DAVIES ON RESCHEDULING,
DID NOT WISH TO RE-RAISE THE ISSUE OF A MORATORIUM OR
RESCHEDULING OF POLISH DEBT TO THE UNITED STATES. HE
STRESSED THAT THIS WAS A CLOSED ISSUE.
CONFIDENTIAL

CONFIDENTIAL

PAGE 04 STATE 304600

7. THE CONVERSATION WITH UNDER SECRETARY COOPER WAS
SUBSTANTIVE AND VERY HELPFUL. KISIEL STRESSED THE GREAT
IMPORTANCE POLISH GOVERNMENT PLACES ON THE VISIT OF
PRESIDENT CARTER.
IN SUBSEQUENT LUNCHEON CON-
VERSATION WITH DAS LUERS, KISIEL STRESSED AGAIN THE GREAT
IMPORTANCE POLAND WOULD BE GIVING TO AGRICULTURE AND TO
THE REVISING OF THE STRUCTURE OF POLISH AGRICULTURE OVER
THE NEXT THREE YEARS. HE SAID POLAND NEEDED TO EXPAND
THE SIZE AND MECHANIZATION OF EXISTING FARMS TO MAKE THEM
MORE EFFICIENT BUT HAD NO INTENTION OF GOING TO
COLLECTIVIZATION. KISIEL ALSO EXPRESSED HIS PERSONAL
THANKS TO LUERS FOR HELPING TO GET OVER THE "ACCIDENT"
OF THE RESCHEDULING REQUESTS DURING SECRETARY KREPS VISIT
AND EXPRESSED HIS BELIEF THAT EVERYTHING WAS TURNING OUT
AS IT SHOULD.

8. KISIEL WILL RETURN TO WARSAW VIA LOT 006 ON FRIDAY,
DECEMBER 23 AT 10:00 A.M. VANCE

CONFIDENTIAL

NNN

CONFIDENTIAL

PAGE 01 STATE 304600
ORIGIN NODS-00

INFO OCT-01 ISO-00 /001 R

66011

DRAFTED BY:S/S-O:TGMARTIN

APPROVED BY:S/S-O: TGMARTIN

-----124334 221121Z /10

O 221105Z DEC 77 ZFF4

FM SECSTATE WASHDC

TO WHITE HOUSE IMMEDIATE

TREASURY IMMEDIATE

C O N F I D E N T I A L STATE 304600

NODIS

FOL SECSTATE 304600 SENT ACTION WARSAW DEC 22, 1977

REPEATED TO YOU QUOTE

C O N F I D E N T I A L STATE 304600

NODIS

E.O. 11652: GDS

TAGS: PL

SUBJECT: VISIT OF POLISH MINISTER OF FINANCE KISIEL

1. SUMMARY. KISIEL CALLED ON BLUMENTHAL, COOPER, KREPS AND MOORE AS SCHEDULED. HE SAID RESCHEDULING QUESTION IS A CLOSED ISSUE. THE POLES ARE STILL INTERESTED IN A BALLOON PAYMENT ON CCC CREDIT AND BETTER TERMS IN THE FUTURE FOR AGRICULTURAL PURCHASES. KISIEL PROVIDED SOME DETAILED INFORMATION IN WRITTEN FORM TO TREASURY AND STATE AND OUT-CONFIDENTIAL

CONFIDENTIAL

PAGE 02 STATE 304600

LINED GENERAL AUSTERITY INVESTMENT PLAN OVER THE NEXT THREE YEARS WHEN FOREIGN DEBT PAYMENTS PLACE MAXIMUM STRESS ON ECONOMY. END SUMMARY.

2. FINANCE MINISTER KISIEL CALLED ON UNDER SECRETARY COOPER FOLLOWING A MEETING WITH SECRETARY BLUMENTHAL AND UNDER SECRETARY OF TREASURY SOLOMON. KISIEL MADE FOUR BASIC POINTS DURING HIS PRESENTATION.

3. KISIEL FIRST EXPRESSED CONTINUING POLISH INTEREST IN BETTER TERMS FOR AGRICULTURAL CREDITS AND LONGER TERM AGRICULTURAL ARRANGEMENTS WITH THE UNITED STATES. HE REQUESTED ADDITIONAL CCC CREDITS AND ALSO REQUESTED BALLOON

PAYMENTS FOR NEW CCC CREDITS WITH FULL PAYMENT AT END OF THREE YEARS OR TWO-THIRDS PAYMENT AT THE END WITH ONE-THIRD PAYMENT IN SECOND YEAR. UNDER SECRETARY COOPER, IN RESPONDING TO THIS REQUEST, EXPLAINED THAT LONGER TERM CREDIT FACILITY HAD NO LEGAL BASIS AT PRESENT AND THAT, ALTHOUGH THERE WERE NO LEGAL RESTRICTIONS ON BALLOON PAYMENT AT THE END OF THREE YEAR CCC CREDIT TERM, THAT PAST PRACTICES OF CCC CREDIT MADE BALLOON-PAYMENTS DIFFICULT. COOPER ECHOED BLUMENTHAL'S EARLIER EXPLANATION TO KISIEL THAT WE WOULD EXAMINE AGAIN THIS POSSIBILITY FOR CCC CREDITS. COOPER ALSO EXPLAINED THAT INFORMATION PROVIDED BY POLES WOULD HAVE TO BE EXAMINED PRIOR TO GIVING COMMITMENT ON ADDITIONAL \$200 MILLION CCC CREDITS.

4. KISIEL THEN SAID THAT IN VIEW OF DEBT REPAYMENT PROBLEMS OVER NEXT THREE YEARS POLISH GOVERNMENT HAD DECIDED TO CUT BACK SEVERELY ON ADDITIONAL INVESTMENT IN INDUSTRIAL SECTOR AND ADDITIONAL FOREIGN CREDIT. HE SAID POLISH GOVERNMENT WOULD HAVE TO CONSOLIDATE ADDITIONAL INVESTMENTS AND MAXIMIZE EXPORTS TO MANAGE CRITICAL DEBT

CONFIDENTIAL

CONFIDENTIAL

PAGE 03 STATE 304600

REPAYMENTS. HE PROVIDED SOME INFORMATION ON DEBT PROBLEMS OVER THE NEXT THREE YEARS, THEN SAID THAT AFTER THE NEXT THREE YEARS POLAND WOULD CONSIDER INVESTMENT WITH GENERAL MOTORS IN NEW PLANTS AND WOULD BE INVESTING IN STEEL INDUSTRY. KISIEL SAID THAT IN VIEW OF CUTBACK IN INDUSTRIAL INVESTMENT OVER THE NEXT THREE YEARS POLAND WAS NOT INTERESTED IN ADDITIONAL EXIM BANK LINE OF CREDIT BUT WOULD RE-EXAMINE THIS OFFER AFTER 1980.

5. MINISTER KISIEL SAID THAT HE WAS PREPARED TO PROVIDE INFORMATION REQUESTED BY US GOVERNMENT AS PRECONDITION TO PROVIDING ADDITIONAL CREDIT UNDER BETTER TERMS FOR PURCHASE OF AGRICULTURAL COMMODITIES. AGREEMENT WAS REACHED AS TO THE MEANS OF PROVIDING IN WRITTEN FORM TO TREASURY AND STATE DETAILED DATA ON POLISH DEBT AND CREDIT SITUATION. KISIEL SAID THAT NOT INCLUDED IN STATISTICS WERE POLISH DEBT AND TRADE STATISTICS WITH CEMA COUNTRIES AND POLISH RESERVE SITUATION. HE SAID THAT THIS INFORMATION WOULD BE AVAILABLE LATER. HE ALSO SAID THAT FIRM STATISTICS WERE ONLY AVAILABLE ON OTHER DATA THROUGH CALENDAR YEAR 1976. ESTIMATES WOULD BE PROVIDED FOR 1977 AND PROJECTED TO 1978. KISIEL PROMISED MORE DETAILED INFORMATION ON 1977 IN FEBRUARY 1978. COOPER SAID THAT LACK OF INFORMATION ON CEMA CREDITS AND TRADING WAS UNDERSTANDABLE. KISIEL SAID THAT IT WAS UNIMPORTANT MOREOVER FROM US STANDPOINT. COOPER ADDED THAT THE RESERVE QUESTION WAS IMPORTANT AND WE WOULD EVENTUALLY WANT TO KNOW POLISH RESERVE SITUATION IN VIEW OF OUR REQUIREMENT TO BE ASSURED THAT POLAND WAS

NOT USING ITS RESERVES TO PAY OFF COMMERCIAL DEBTS.
COOPER THANKED KISIEL FOR OFFERING TO PROVIDE DETAILED
INFORMATION AND SAID THAT INFORMATION WOULD BE KEPT TO A

VERY SMALL GROUP WITHIN USG WHO WOULD HAVE TO EXAMINE DATA
PRIOR TO MAKING DETERMINATION IN ADVANCE OF PRESIDENT'S TRIP
TO POLAND.

6. KISIEL SAID HE HAD ONE ADDITIONAL POINT TO MAKE ABOUT
CONFIDENTIAL

CONFIDENTIAL

PAGE 04 STATE 304600

THE "ACCIDENT" THAT OCCURRED DURING SECRETARY KREPS' VISIT
TO WARSAW. THE POLISH GOVERNMENT, FOLLOWING THE ORAL
STATEMENT PROVIDED BY AMBASSADOR DAVIES ON RESCHEDULING,
DID NOT WISH TO RE-RAISE THE ISSUE OF A MORATORIUM OR
RESCHEDULING OF POLISH DEBT TO THE UNITED STATES. HE
STRESSED THAT THIS WAS A CLOSED ISSUE.

7. THE CONVERSATION WITH UNDER SECRETARY COOPER WAS
SUBSTANTIVE AND VERY HELPFUL. KISIEL STRESSED THE GREAT
IMPORTANCE POLISH GOVERNMENT PLACES ON THE VISIT OF
PRESIDENT CARTER.
IN SUBSEQUENT LUNCHEON CON-
VERSATION WITH DAS LUERS, KISIEL STRESSED AGAIN THE GREAT
IMPORTANCE POLAND WOULD BE GIVING TO AGRICULTURE AND TO
THE REVISING OF THE STRUCTURE OF POLISH AGRICULTURE OVER
THE NEXT THREE YEARS. HE SAID POLAND NEEDED TO EXPAND
THE SIZE AND MECHANIZATION OF EXISTING FARMS TO MAKE THEM
MORE EFFICIENT BUT HAD NO INTENTION OF GOING TO
COLLECTIVIZATION. KISIEL ALSO EXPRESSED HIS PERSONAL
THANKS TO LUERS FOR HELPING TO GET OVER THE "ACCIDENT"
OF THE RESCHEDULING REQUESTS DURING SECRETARY KREPS VISIT
AND EXPRESSED HIS BELIEF THAT EVERYTHING WAS TURNING OUT
AS IT SHOULD.

8. KISIEL WILL RETURN TO WARSAW VIA LOT 006 ON FRIDAY,
DECEMBER 23 AT 10:00 A.M. VANCE UNQUOTE VANCE

CONFIDENTIAL

NNN

CONFIDENTIAL

PAGE 01 STATE 304600
ORIGIN NODS-00

INFO OCT-01 ISO-00 /001 R

66011

DRAFTED BY S/S-O:SESTEINER

APPROVED BY S/S-O:SESTEINER

-----126143 221547Z /40

O 221415Z DEC 77 ZFF4

FM SECSTATE WASHDC

TO CIA

C O N F I D E N T I A L STATE 304600

NODIS

OLLOWING REPEAT STATE 304600 ACTION WHITE HOUSE, TREASURY DEC 22.

QUOTE C O N F I D E N T I A L STATE 304600

NODIS

FOL SECSTATE 304600 SENT ACTION WARSAW DEC 22, 1977

REPEATED TO YOU QUOTE

C O N F I D E N T I A L STATE 304600

NODIS

E.O. 11652: GDS

TAGS: PL

SUBJECT: VISIT OF POLISH MINISTER OF FINANCE KISIEL

1. SUMMARY. KISIEL CALLED ON BLUMENTHAL, COOPER, KREPS AND
CONFIDENTIAL

CONFIDENTIAL

PAGE 02 STATE 304600

MOORE AS SCHEDULED. HE SAID RESCHEDULING QUESTION IS A
CLOSED ISSUE. THE POLES ARE STILL INTERESTED IN A BALLOON
PAYMENT ON CCC CREDIT AND BETTER TERMS IN THE FUTURE FOR
AGRICULTURAL PURCHASES. KISIEL PROVIDED SOME DETAILED
INFORMATION IN WRITTEN FORM TO TREASURY AND STATE AND OUT-
LINED GENERAL AUSTERITY INVESTMENT PLAN OVER THE NEXT THREE
YEARS WHEN FOREIGN DEBT PAYMENTS PLACE MAXIMUM STRESS ON
ECONOMY. END SUMMARY.

2. FINANCE MINISTER KISIEL CALLED ON UNDER SECRETARY COOPER
FOLLOWING A MEETING WITH SECRETARY BLUMENTHAL AND UNDER
SECRETARY OF TREASURY SOLOMON. KISIEL MADE FOUR BASIC
POINTS DURING HIS PRESENTATION.

3. KISIEL FIRST EXPRESSED CONTINUING POLISH INTEREST IN BETTER TERMS FOR AGRICULTURAL CREDITS AND LONGER TERM AGRICULTURAL ARRANGEMENTS WITH THE UNITED STATES. HE REQUESTED ADDITIONAL CCC CREDITS AND ALSO REQUESTED BALLOON PAYMENTS FOR NEW CCC CREDITS WITH FULL PAYMENT AT END OF THREE YEARS OR TWO-THIRDS PAYMENT AT THE END WITH ONE-THIRD PAYMENT IN SECOND YEAR. UNDER SECRETARY COOPER, IN RESPONDING TO THIS REQUEST, EXPLAINED THAT LONGER TERM CREDIT FACILITY HAD NO LEGAL BASIS AT PRESENT AND THAT, ALTHOUGH THERE WERE NO LEGAL RESTRICTIONS ON BALLOON PAYMENT AT THE END OF THREE YEAR CCC CREDIT TERM, THAT PAST PRACTICES OF CCC CREDIT MADE BALLOON-PAYMENTS DIFFICULT. COOPER ECHOED BLUMENTHAL'S EARLIER EXPLANATION TO KISIEL THAT WE WOULD EXAMINE AGAIN THIS POSSIBILITY FOR CCC CREDITS. COOPER ALSO EXPLAINED THAT INFORMATION PROVIDED BY POLES WOULD HAVE TO BE EXAMINED PRIOR TO GIVING COMMITMENT ON ADDITIONAL \$200 MILLION CCC CREDITS.

4. KISIEL THEN SAID THAT IN VIEW OF DEBT REPAYMENT PROB-
CONFIDENTIAL

CONFIDENTIAL

PAGE 03 STATE 304600

LEMS OVER NEXT THREE YEARS POLISH GOVERNMENT HAD DECIDED TO CUT BACK SEVERELY ON ADDITIONAL INVESTMENT IN INDUSTRIAL SECTOR AND ADDITIONAL FOREIGN CREDIT. HE SAID POLISH GOVERNMENT WOULD HAVE TO CONSOLIDATE ADDITIONAL INVESTMENTS AND MAXIMIZE EXPORTS TO MANAGE CRITICAL DEBT REPAYMENTS. HE PROVIDED SOME INFORMATION ON DEBT PROBLEMS OVER THE NEXT THREE YEARS, THEN SAID THAT AFTER THE NEXT THREE YEARS POLAND WOULD CONSIDER INVESTMENT WITH GENERAL MOTORS IN NEW PLANTS AND WOULD BE INVESTING IN STEEL INDUSTRY. KISIEL SAID THAT IN VIEW OF CUTBACK IN INDUSTRIAL INVESTMENT OVER THE NEXT THREE YEARS POLAND WAS NOT INTERESTED IN ADDITIONAL EXIM BANK LINE OF CREDIT BUT WOULD RE-EXAMINE THIS OFFER AFTER 1980.

5. MINISTER KISIEL SAID THAT HE WAS PREPARED TO PROVIDE INFORMATION REQUESTED BY US GOVERNMENT AS PRECONDITION TO PROVIDING ADDITIONAL CREDIT UNDER BETTER TERMS FOR PURCHASE OF AGRICULTURAL COMMODITIES. AGREEMENT WAS REACHED AS TO THE MEANS OF PROVIDING IN WRITTEN FORM TO TREASURY AND STATE DETAILED DATA ON POLISH DEBT AND CREDIT SITUATION. KISIEL SAID THAT NOT INCLUDED IN STATISTICS WERE POLISH DEBT AND TRADE STATISTICS WITH CEMA COUNTRIES AND POLISH RESERVE SITUATION. HE SAID THAT THIS INFORMATION WOULD BE AVAILABLE LATER. HE ALSO SAID THAT FIRM STATISTICS WERE ONLY AVAILABLE ON OHER DATA THROUGH CALENDAR YEAR 1976. ESTIMATES WOULD BE PROVIDED FOR 1977 AND PROJECTED TO 1978. KISIEL PROMISED MORE DETAILED INFORMATION ON 1977 IN FEBRUARY 1978. COOPER SAID THAT LACK OF INFORMATION ON

CEMA CREDITS AND TRADING WAS UNDERSTANDABLE. KISIEL SAID THAT IT WAS UNIMPORTANT MOREOVER FROM US STANDPOINT. COOPER ADDED THAT THE RESERVE QUESTION WAS IMPORTANT AND WE WOULD EVENTUALLY WANT TO KNOW POLISH RESERVE SITUATION IN VIEW OF OUR REQUIREMENT TO BE ASSURED THAT POLAND WAS NOT USING ITS RESERVES TO PAY OFF COMMERCIAL DEBTS. COOPER THANKED KISIEL FOR OFFERING TO PROVIDE DETAILED INFORMATION AND SAID THAT INFORMATION WOULD BE KEPT TO A CONFIDENTIAL

CONFIDENTIAL

PAGE 04 STATE 304600

VERY SMALL GROUP WITHIN USG WHO WOULD HAVE TO EXAMINE DATA PRIOR TO MAKING DETERMINATION IN ADVANCE OF PRESIDENT'S TRIP TO POLAND.

6. KISIEL SAID HE HAD ONE ADDITIONAL POINT TO MAKE ABOUT THE "ACCIDENT" THAT OCCURRED DURING SECRETARY KREPS' VISIT TO WARSAW. THE POLISH GOVERNMENT, FOLLOWING THE ORAL STATEMENT PROVIDED BY AMBASSADOR DAVIES ON RESCHEDULING, DID NOT WISH TO RE-RAISE THE ISSUE OF A MORATORIUM OR RESCHEDULING OF POLISH DEBT TO THE UNITED STATES. HE STRESSED THAT THIS WAS A CLOSED ISSUE.

7. THE CONVERSATION WITH UNDER SECRETARY COOPER WAS SUBSTANTIVE AND VERY HELPFUL. KISIEL STRESSED THE GREAT IMPORTANCE POLISH GOVERNMENT PLACES ON THE VISIT OF PRESIDENT CARTER. IN SUBSEQUENT LUNCHEON CONVERSATION WITH DAS LUERS, KISIEL STRESSED AGAIN THE GREAT IMPORTANCE POLAND WOULD BE GIVING TO AGRICULTURE AND TO THE REVISING OF THE STRUCTURE OF POLISH AGRICULTURE OVER THE NEXT THREE YEARS. HE SAID POLAND NEEDED TO EXPAND THE SIZE AND MECHANIZATION OF EXISTING FARMS TO MAKE THEM MORE EFFICIENT BUT HAD NO INTENTION OF GOING TO COLLECTIVIZATION. KISIEL ALSO EXPRESSED HIS PERSONAL THANKS TO LUERS FOR HELPING TO GET OVER THE "ACCIDENT" OF THE RESCHEDULING REQUESTS DURING SECRETARY KREPS VISIT AND EXPRESSED HIS BELIEF THAT EVERYTHING WAS TURNING OUT AS IT SHOULD.

8. KISIEL WILL RETURN TO WARSAW VIA LOT 006 ON FRIDAY, DECEMBER 23 AT 10:00 A.M. VANCE UNQUOTE VANCE UNQUOTE VANCE

CONFIDENTIAL

NNN

Message Attributes

Automatic Decaptioning: X
Capture Date: 01-Jan-1994 12:00:00 am
Channel Indicators: n/a
Current Classification: UNCLASSIFIED
Concepts: FINANCE, CREDIT, AGRICULTURE, MINISTERIAL VISITS, DEBT REPAYMENTS, LOANS, CAT-B
Control Number: n/a
Copy: SINGLE
Sent Date: 22-Dec-1977 12:00:00 am
Decaption Date: 01-Jan-1960 12:00:00 am
Decaption Note:
Disposition Action: RELEASED
Disposition Approved on Date:
Disposition Case Number: n/a
Disposition Comment: 25 YEAR REVIEW
Disposition Date: 22 May 2009
Disposition Event:
Disposition History: n/a
Disposition Reason:
Disposition Remarks:
Document Number: 1977STATE304600
Document Source: CORE
Document Unique ID: 00
Drafter: WHLUERS
Enclosure: n/a
Executive Order: GS
Errors: N/A
Expiration:
Film Number: P850070-2802
Format: TEL
From: STATE
Handling Restrictions: n/a
Image Path:
ISecure: 1
Legacy Key: link1977/newtext/t19771226/aaaaavhd.tel
Line Count: 485
Litigation Code IDs:
Litigation Codes:
Litigation History:
Locator: TEXT ON-LINE, ON MICROFILM
Message ID: 6e0e49fe-c188-dd11-92da-001cc4696bcc
Office: ORIGIN NODS
Original Classification: CONFIDENTIAL
Original Handling Restrictions: n/a
Original Previous Classification: n/a
Original Previous Handling Restrictions: NODIS
Page Count: 9
Previous Channel Indicators: n/a
Previous Classification: CONFIDENTIAL
Previous Handling Restrictions: NODIS
Reference: n/a
Retention: 0
Review Action: RELEASED, APPROVED
Review Content Flags: ANOMALY
Review Date: 17-Nov-2004 12:00:00 am
Review Event:
Review Exemptions: n/a
Review Media Identifier:
Review Release Date: n/a
Review Release Event: n/a
Review Transfer Date:
Review Withdrawn Fields: n/a
SAS ID: 145599
Secure: OPEN
Status: NATIVE
Subject: VISIT OF POLISH MINISTER OF FINANCE KISIEL
TAGS: OVIP, EFIN, PL, US, CCC-1, (KISIEL, HENRYK)
To: WARSAW
Type: TE
vdkgvwkey: odb://SAS/SAS.dbo.SAS_Docs/6e0e49fe-c188-dd11-92da-001cc4696bcc
Review Markings:
Margaret P. Grafeld
Declassified/Released
US Department of State
EO Systematic Review
22 May 2009
Markings: Margaret P. Grafeld Declassified/Released US Department of State EO Systematic Review 22 May 2009